

SECOND SET OF DOCUMENT AND INFORMATION REQUESTS OF
THE DEPARTMENT OF COMMUNICATIONS AND ENERGY TO
BOSTON GAS COMPANY, COLONIAL GAS COMPANY AND ESSEX GAS COMPANY
D/B/A KEYSpan ENERGY DELIVERY NEW ENGLAND

D.T.E. 04-62

Respondent: Elizabeth D. Arangio

Information Request DTE 2-5

Q. Please identify the zone 6, city gate prices (per therm) for Dracut and Algonquin since Maritimes & Northeast Pipeline began operations. Please comment on any differential in price.

A. Please note that there is no “city-gate delivered” price available to the Company for supplies delivered to Dracut, Massachusetts on the Maritimes & Northeast Pipeline because the Company’s system does not directly connect with the M&NE pipeline. Gas supply is delivered to the Company’s system from M&NE via the Tennessee pipeline, which is directly interconnected with the Company’s system. Because the price index on Algonquin is a city-gate delivered price that includes both gas supply and the transportation costs associated with delivering gas to the Company’s citygate, it is more appropriate to compare the Algonquin citygate price to the Tennessee citygate price.

Attached is an illustrative comparison of Tennessee and Algonquin citygate prices for the period January 2000 through June 2004. These are midpoint prices from *Inside FERC’s Gas Daily* for all Algonquin city gates (both KeySpan and non-KeySpan) versus all Tennessee zone 6 city gates. While these prices provide an accurate comparison of the Algonquin and Tennessee city gate prices, they are not the average of the actual prices paid by the Company for its city gate delivered pipeline supplies on any given day. Please note that the prices shown at the bottom of the columns labeled “Max over delivery” and “Max under delivery” reflect the balancing charges that the Company would have charged third party marketers serving customers on the KeySpan system for over/under deliveries during that month.

Because the attached prices were derived from a proprietary paid subscription service, and are not generally available to non-subscription holders, the Company respectfully requests that the prices provided in the attachments be protected from public disclosure in accordance with Massachusetts General Laws c. 25 § 5D and that these attachments be incorporated into the Company’s motion for protective treatment filed with the Department on August 12, 2004.

